

SECURITY AGREEMENT — CHATTELS

FOR USE UNDER UNIFORM
COMMERCIAL CODE

Security Agreement

July 27, 1981

EQUITY FUND HOME INVESTORS, 19217 Watkins Hill Road, Gaithersburg, Md. 20760
Name Street Address City, State

(hereinafter called "DEBTOR") hereby grants to

STATE NATIONAL BANK, 11616 Rockville Pike, Rockville, Maryland 20852
Name Street Address City, State

(hereinafter called "SECURED PARTY") a security interest in the property described below as COLLATERAL to secure payment and/or performance of the OBLIGATION described below.

Default in payment or performance of any of the obligations or default under any agreement evidencing any of the obligations is a default under this agreement. Upon such default Secured Party may declare all obligations immediately due and payable and shall have the remedies of a Secured Party under the Uniform Commercial Code.

COLLATERAL:—(If crops, or oil, gas or minerals to be extracted, or timber to be cut, or if collateral is or is to become fixtures, describe land)

All fixtures, fittings, appliances, equipment, machinery, chattels and articles of personal property as well as all replacements thereof, now or at any time hereafter affixed to, placed upon, or used in any way in connection with the use, occupancy or operation of the realty described below, including but not limited to all partitions, all plumbing, electrical, gas, lighting, heating, ventilating and air conditioning fixtures and equipment as well as all carpeting, floor coverings, refrigerators and/or freezers, ranges, stoves, cabinets, mirrors, waste food disposals, compactors, dishwashers, dryers and washers.

OBLIGATION:

Deed of Trust Note dated July 27, 1981 securing Lot 17, Plat One, Section Eight, Hillcrest Orchards in the amount of \$53,000.00

SIGNED: EQUITY FUND HOME INVESTORS

BY: Charles R. WolfeDEBTOR
CHARLES R. WOLFE

ADDRESS

STATE NATIONAL BANK

SECURED PARTY

11616 Rockville Pike, Rockville, Md. 20852

ADDRESS

Filed March 16, 1984